APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

NEVADA HERETOFORE APPROPRIATED		
Date of filing in State Engineer's Office SEP 20 2002		
Returned to applicant for correction		
Corrected application filed		
Map filed		

The applicant Syncon Homes, a Nevada Corporation, hereby makes application for permission to change the Point of Diversion and Place of Use of a portion. of water heretofore appropriated under Permit 54653		

1. The source of water is Underground		
2. The amount of water to be changed 0.3867 cfs not to exceed 74 acre-feet		
3. The water to be used for Quasi-municipal		
4. The water heretofore permitted for Quasi-municipal		
5. The water is to be diverted at the following point Within the SE¼ NE¼, Section 17, T.13N., R.20E., M.D.B.&M., or at a point from which the center ¼ corner of Section 17 bears S. 86°50'38" W., a distance of 1870 feet. Refer to map filed under Permit 66868.		
6. The existing permitted point of diversion is located within NE¼ SW¼ Section 29, T.14N., R.20E., M.D.B.&M., or at a point from which the SE corner of said Section 29 bears S. 45°17'30" E., a distance of 3765 feet. Refer to map filed under Permit 54651.		
7. Proposed place of use Refer to Attachment "A"		
8. Existing place of use NW½, N½ SW½, Section 28; NE¼, N½ SE¼, SE¼ SE½, Section 29; all in T.14N., R.20E., M.D.B.&M. Reference map filed under Permit 52692.		
9. Use will be from January 1 to December 31 of each year.		
10. Use was permitted from January 1 to December 31 of each year.		
11. Description of proposed works Existing drilled well (South Airport Well), ½ mile of 24" pipeline & ¼ mile of 16" pipeline to connect with the East Valley Water System.		
12. Estimated cost of works \$600,000.00		
13. Estimated time required to construct works completed		
14. Estimated time required to complete the application of water to beneficial use Ten (10) years.		
15. Remarks: Water will be used for subdivision purposes on 66 lots of the Skyline Subdivision within the proposed Place of Use. Water will be dedicated to Douglas County.		
By Gregory M. Bilyeu s/Gregory M. Bilyeu 500 Damonte Ranch Pkwy., Suite 1056 Reno, Nevada 89521 Compared cmf/cac dr/cmf		

Protested_____

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of a portion of the waters of an underground source as heretofore granted under Permit 54653 is issued subject to the terms and conditions imposed in said Permit 54653 and with the understanding that no other rights on the source will be affected by the change proposed herein. The well shall be equipped with a 2-inch opening and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

The permittee shall report to the State Engineer on a quarterly basis the effect of pumping the well under this permit on other previously existing wells that are located within 2,500 feet of the well under this permit.

Any pumping of water under this permit may be limited or prohibited to prevent any unreasonable adverse effects on an existing domestic well located within 2,500 feet of the well under this permit, unless the holder of this permit and the owner of the domestic well have agreed to alternative measures that mitigate adverse effects.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

(CONTINUED ON PAGE 3)

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed $\underline{0.3867}$ cubic feet per second, \underline{but} not to exceed $\underline{74.0}$ acre-feet annually.

Work must be prosecuted with reasonable diligence and be completed on or before:

March 27, 2003

Proof of completion of work shall be filed before:

April 27, 2003

Water must be placed to beneficial use on or before:

March 27, 2010

Proof of the application of water to beneficial use shall be filed on or before: April 27, 2010

Map in support of proof of beneficial use shall be filed on or before: \mathbf{N}/\mathbf{A}

IN TESTIMONY WHEREOF, I, HUGH RICCI, P.E.,
State Engineer of Nevada, have hereunto set

my hand and the seal of my office,

this 7th day of January, A.D. 2003

State Engineer

Completion of work filed	MAY 1 9 2003	
Proof of beneficial use filed _		
Cultural map filed	N/A	
Certificate No.	Issued	

Attachment "A"

7. Proposed Place of Use:

East Valley Water System Service Area:

The S 1/2 of the SE 1/4 of Section 20; the S 1/2 of the SW 1/4 of Section 21; the SW 1/4 of the SE 1/4 of Section 21; the SW 1/4 of Section 26; the SE 1/4 of Section 27; the W 1/2 of the SW 1/4 of Section 27; a portion of the SE 1/4 of the SW 1/4 of Section 27; all of Section 28; the S 1/2 of Section 29; the NE 1/4 of Section 29; the SE 1/4 of Section 30; the E 1/2 of Section 31; all of Sections 32, 33 and 34; the W 1/2 of Section 35; all within Township 14 North, Range 20 East. The W 1/2 of Section 2; the SW 1/4 of the NE 1/4 of Section 2; the NW 1/4 of the SE 1/4 of Section 2; the S 1/2 of the SE 1/4 of Section 2; all of Section 3; the N 1/2 of Section 4; the SW 1/4 of Section 4; the N 1/2 of the SE 1/4 of Section 4; the SE 1/4 of the SE 1/4 of Section 4; all of Section 5; the E 1/2 of Section 6; the E 1/2 of Section 7; all of Section 8; the W 1/2 of Section 9; the E 1/2 of the NE 1/4 of Section 9; the N 1/2 of Section 10; the NW 1/4 of Section 11; the W 1/2 of the NE 1/4 of Section 11; a portion of the NE 1/4 of the NE 1/4 of Section 11; the NW 1/4 of Section 16; a portion of the NW 1/4 of the SW 1/4 of Section 16; the NE 1/4 of Section 17; a portion of the NE 1/4 of the SE 1/4 of Section 17; the N 1/2 of the NW 1/4 of Section 17; a portion of the N 1/2 of the NE 1/4 of Section 18; all within Township 13 North, Range 20 East, M.D.B. & M.

Refer to map on file under Permit 63817-T